

GLENN HEGAR TEXAS COMPTROLLER OF PUBLIC ACCOUNTS

May 15, 2017

The Honorable Greg Abbott, Governor The Honorable Dan Patrick, Lieutenant Governor The Honorable Joseph R. Straus, III, Speaker

Gentlemen:

We are pleased to submit the Fiscal 2017 Semi-Annual Report for the Statewide Historically Underutilized Business (HUB) Program.

The HUB program is a component of the Statewide Procurement Division of the Texas Comptroller of Public Accounts. Texas Government Code §2161.121 requires the program to submit this report, which summarizes and analyzes expenditures made to certified HUBs by state agencies and institutions of higher education from Sept. 1, 2016 through Feb. 28, 2017.

During the first half of fiscal 2017, approximately 14,650 firms were registered as Texas-certified HUBs. About 3,562 of these firms received 11.83 percent, or \$1,127,465,183 of all statewide expenditures.

A comparison between the total HUB expenditures reflected in the fiscal 2016 and 2017 semi-annual tables on page three of the executive summary shows that the state's total expenditures with HUBs increased in four of the six categories.

The HUB report includes state agency rankings, expenditure data and supplemental reports and letters from various state agencies documenting their continued efforts to educate HUBs about procurement opportunities.

This report is available online at https://comptroller.texas.gov/purchasing/vendor/hub/reporting.php. If you have questions or require additional information regarding this report, please contact Laura Cagle-Hinojosa, Statewide HUB Manager at Laura.Cagle-Hinojosa@cpa.texas.gov or 512-463-4583.

Respectfully,

Jette B. Withers

Director, Statewide Procurement Division (SPD)

Enclosure